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**Interim Condensed Consolidated Financial Statements**  
**30 June 2013**

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## REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF ALIJARAH HOLDING COMPANY (Q.S.C)

### Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Alijarah Holding Company (Q.S.C) (the "Company") and its subsidiaries (the "Group") as at 30 June 2013, comprising of the interim condensed consolidated statement of financial position as at 30 June 2013 and the related interim condensed consolidated statements of income and comprehensive income for the three-month and six month periods ended 30 June 2013, the related interim condensed consolidated statement of changes in equity and cash flows for the six-month period then ended and the related explanatory notes. The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Financial Reporting Standard IAS 34 - *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity.*" A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing. Consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

  
Firas Qoussous  
Of Ernst & Young  
Auditor's Registration No: 236



Date: 5 August 2013

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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2013**

	Notes	30 Jun 2013 QR (Reviewed)	31 Dec 2012 QR (Audited)
<b>ASSETS</b>			
Cash and Cash Equivalents		659,719,321	749,083,423
Installments and Dues from Customers	3	719,609,252	817,329,724
Available-for-Sale Financial Investments	4	135,780,224	104,125,023
Inventories		1,115,076	1,340,168
Prepayments and Other Receivables	5	61,903,604	72,313,350
Property and Equipment		110,740,901	118,740,930
<b>Total Assets</b>		<b>1,688,868,378</b>	<b>1,862,932,618</b>
<b>LIABILITIES</b>			
Accounts Payables, Accruals and Other Payables		275,326,134	322,460,737
Islamic Financing Under Wakalah Arrangements		101,020,216	149,520,001
Amounts Due on Construction Contracts	6	13,648,668	71,316,062
<b>Total Liabilities</b>		<b>389,995,018</b>	<b>543,296,800</b>
<b>EQUITY</b>			
Share Capital	7	494,802,000	494,802,000
Legal Reserve		486,228,609	486,228,609
Proposed Dividend		-	98,960,400
Fair Value Reserve		4,881,152	1,148,142
Retained Earnings		312,961,599	238,496,667
<b>Total Equity</b>		<b>1,298,873,360</b>	<b>1,319,635,818</b>
<b>Total Liabilities and Equity</b>		<b>1,688,868,378</b>	<b>1,862,932,618</b>

*These interim condensed consolidated financial statements were approved by the Board of Directors on 5th August 2013 and signed on its behalf by:*



Falah Bin Jassim Bin Jabr Al-Thani  
Chairman & Managing Director



Hamad Shareef Al-Emadi  
Chief Executive Officer

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE PERIOD ENDED 30 JUNE 2013**

	<u>Note</u>	For the three months ended 30 June 2013 (Reviewed) QR	For the three months ended 30 June 2012 (Reviewed) QR	For the six months ended 30 June 2013 (Reviewed) QR	For the six months ended 30 June 2012 (Reviewed) QR
<b>Income</b>					
Income from Core Business		33,420,251	184,824,673	173,611,179	341,995,574
Profit from Investments and Deposits		2,790,777	2,321,494	11,733,234	9,867,173
Other Income		9,870	12,463	120,947	78,733
<b>TOTAL INCOME</b>		<b>36,220,898</b>	<b>187,158,630</b>	<b>185,465,360</b>	<b>351,941,480</b>
<b>Expenses</b>					
Operating Expenses		(24,438,098)	(100,660,390)	(108,136,879)	(183,543,960)
General and Administration Expenses		(15,862,580)	(16,202,140)	(35,454,192)	(31,684,764)
<b>TOTAL EXPENSES</b>		<b>(40,300,678)</b>	<b>(116,862,530)</b>	<b>(143,591,071)</b>	<b>(215,228,724)</b>
<b>NET OPERATING (LOSS) / INCOME</b>		<b>(4,079,780)</b>	<b>70,296,100</b>	<b>41,874,289</b>	<b>136,712,756</b>
Recovery from /(Allowance for) Impairment on Installments and Due from Customers		34,500,000	(15,000,000)	34,500,000	(30,000,000)
<b>PROFIT FOR THE PERIOD</b>		<b>30,420,220</b>	<b>55,296,100</b>	<b>76,374,289</b>	<b>106,712,756</b>
Basic and Diluted Earnings per Share	11	0.61	1.35	1.54	2.61

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 30 JUNE 2013**

	For the three months ended 30 June 2013 (Reviewed)	For the three months ended 30 June 2012 (Reviewed)	For the six months ended 30 June 2013 (Reviewed)	For the six months ended 30 June 2012 (Reviewed)
	QR	QR	QR	QR
<b>Profit For The Period</b>	<b>30,420,220</b>	55,296,100	<b>76,374,289</b>	106,712,756
<b>Other Comprehensive Income:</b>				
Changes in Fair Value Reserve of Available-For-Sale Investments	<b>(1,426,902)</b>	(5,107,366)	<b>3,733,010</b>	(6,896,522)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>28,993,318</b>	50,188,734	<b>80,107,299</b>	99,816,234



**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2013**

Figures in Qatari Riyals

	Share Capital	Legal Reserve	Proposed Dividend	Fair Value Reserve	Retained Earnings	Total
<b>Balance at 1 January 2012</b>	329,868,000	164,607,309	115,453,800	(57,646)	152,182,856	762,054,319
Profit for the Period	--	--	--	--	106,712,756	106,712,756
Other Comprehensive Income for the Period	--	--	--	(6,896,522)	--	(6,896,522)
Total Comprehensive Income for the Period	--	--	--	(6,896,522)	106,712,756	99,816,234
Dividends Paid (Note 8)	--	--	(115,453,800)	--	--	(115,453,800)
Rights Issue	164,934,000	--	--	--	--	164,934,000
Premium on Rights Issue	--	321,621,300	--	--	--	321,621,300
Social and Sports Fund Appropriation	--	--	--	--	(2,667,819)	(2,667,819)
<b>Balance at 30 June 2012</b>	<b>494,802,000</b>	<b>486,228,609</b>	<b>--</b>	<b>(6,954,168)</b>	<b>256,227,793</b>	<b>1,230,304,234</b>
	Share Capital	Legal Reserve	Proposed Dividend	Fair Value Reserve	Retained Earnings	Total
<b>Balance at 1 January 2013</b>	494,802,000	486,228,609	98,960,400	1,148,142	238,496,667	1,319,635,818
Profit for the Period	--	--	--	--	76,374,289	76,374,289
Other Comprehensive Income for the Period	--	--	--	3,733,010	--	3,733,010
Total Comprehensive Income for the Period	--	--	--	3,733,010	76,374,289	80,107,299
Dividends Paid (Note 8)	--	--	(98,960,400)	--	--	(98,960,400)
Social and Sports Fund Appropriation	--	--	--	--	(1,909,357)	(1,909,357)
<b>Balance at 30 June 2013</b>	<b>494,802,000</b>	<b>486,228,609</b>	<b>--</b>	<b>4,881,152</b>	<b>312,961,599</b>	<b>1,298,873,360</b>

THE ACCOMPANYING NOTES FROM 1 TO 12 FORM AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 JUNE 2013**

	For the six months ended 30 June 2013	For the six months ended 30 June 2012
	QR (Reviewed)	QR (Reviewed)
<b>Cash Flows From Operating Activities</b>		
Profit for the Period	76,374,289	106,712,756
Adjustments for:		
Depreciation	13,363,947	9,158,577
Recovery from Allowance for Impairment on Installments and Due from Customers	(34,500,000)	30,000,000
Dividend Income	(5,102,880)	(5,085,425)
Loss on Sale of Property and Equipment	5,885	183,461
Finance Income	(6,514,527)	(4,781,748)
Finance Expenses	3,370,229	4,760,601
	<b>46,996,943</b>	<b>140,948,222</b>
<b>Changes in Operating Assets and Liabilities</b>		
Installments and Dues from Customers	132,220,472	134,474,176
Prepayments and Other Receivables	10,409,746	6,442,466
Inventories	225,092	1,248,300
Accounts Payables, Accruals and Other Payables	(49,043,960)	41,162,454
Amounts Due on Construction Contracts	(57,667,394)	(264,493,844)
<b>Net Cash From Operating Activities</b>	<b>83,140,899</b>	<b>59,781,774</b>
<b>Cash Flows From Investing Activities</b>		
Finance Income Received	6,514,527	4,781,748
Dividend Income Received	5,102,880	5,085,425
Purchase of Property and Equipment	(5,523,328)	(535,710)
Net Investments in Term Deposits	150,000,000	(700,000,000)
Purchase of Available-for-Sale investments	(27,922,191)	--
Proceeds from Sale of Property and Equipment	153,525	735,000
<b>Net Cash From/(Used in) Investing Activities</b>	<b>128,325,413</b>	<b>(689,933,537)</b>

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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 JUNE 2013 (Continued)**

	For the six months ended 30 June 2013	For the six months ended 30 June 2012
	QR	QR
<b>Cash Flow From Financing Activities</b>		
Proceeds From Rights Issue	--	486,555,300
Dividends Paid	(98,960,400)	(115,453,800)
Proceeds From Financing Under Wakalah Arrangements	--	18,490,186
Repayment of Financing Under Wakalah Arrangements	(48,499,785)	(37,583,039)
Finance Charges Paid	(3,370,229)	(4,760,601)
<b>Net Cash (Used in)/From Financing Activities</b>	<b>(150,830,414)</b>	<b>347,248,046</b>
Net Increase/(Decrease) in Cash and Cash Equivalents	<b>60,635,898</b>	<b>(282,903,717)</b>
<b>Cash and Cash Equivalents at the Beginning of the Period</b>	<b>49,083,423</b>	<b>392,395,071</b>
<b>Cash and Cash Equivalents at the End of the Period</b>	<b>109,719,321</b>	<b>109,491,354</b>

**Notes:**

\*\*Cash and Cash Equivalents as at 30th June 2013, shown above, is exclusive of the Bank Term Deposits having maturity period of more than 90 days amounting to **QR 550 Million**. (30th June 2012: **QR 700 Million**)



**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
30 JUNE 2013**

**1. INCORPORATION AND ACTIVITIES**

Alijarah Holding Company Q.S.C. (the "Company") is a public shareholding company incorporated in the State of Qatar in accordance with resolution No. 35 issued on 21 April 2003 by the Ministry of Business and Trade. The Company is registered under commercial registration No. 26487 and is governed by the provisions of the Qatar Commercial Companies' Law No. 5 of 2002. The registered office of the Company is located at 'D' Ring Road, Doha, State of Qatar. The Company's shares are publicly traded at the Qatar Exchange.

The Company and its subsidiaries (together the "Group") are engaged in Leasing, Real Estate, Property Development, Transportation and Taxi Services and operate through its fully owned subsidiaries established in the State of Qatar. The Group is committed to conduct all its activities in accordance with Islamic Sharia'a.

**2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

The interim condensed consolidated financial statements for the six months ended 30 June 2013 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2012. The results for the six months ended 30 June 2013 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2013.

**SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of the interim condensed consolidated financial statements are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2012, except as noted below:

During the period, the Group has adopted the following standards effective for the annual period beginning on or after 1 January 2013.

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
30 June 2013**

**2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The following standards and amendments to standards became effective in 2013, but did not have any impact on the accounting policies, financial position or performance of the Group. The new standards may result in extensive additional disclosures.

Standard	Content
IAS 1	Presentation of Items of Other Comprehensive Income and Clarification of the Requirement for Comparative Information
IAS 19R	Employee benefits
IAS 32	Tax effects of distribution to holders of equity instruments
IAS 34	Interim Financial Reporting and segment information for total assets and liabilities)
IFRS 1	First-time adoption of International Financial Reporting Standards
IFRS 7	Financial Instruments: Disclosures offsetting financial assets and liabilities
IFRS 10	Consolidated Financial Statements and IAS 27 Separate Financial Statements
IFRS 11	Joint Arrangements
IFRS 12	Disclosure of Interests in Other Entities
IFRS 13	Fair Value Measurement

**Standards issued but not adopted**

The Group is currently considering the implications of the new IFRS which is effective for future accounting periods and has not early adopted any of the new Standards as listed below:

Standard	Content	Effective date
IFRS 9	Financial Instruments: Classification & Measurement (Part 1)	1 January 2015

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
30 JUNE 2013**

**3. INSTALLMENTS AND DUES FROM CUSTOMERS**

	<b>30 Jun 2013</b>		<b>31 Dec 2012</b>
	<b>QR</b>		<b>QR</b>
	<b>(Reviewed)</b>		<b>(Audited)</b>
Gross Installments Due from Financing	<b>168,271,991</b>		169,131,413
	<b>Jun 2013</b>	<b>Dec 2012</b>	
Morabaha	<b>157,319,767</b>	157,727,821	
Ijarah	<b>10,952,224</b>	11,403,592	
Less: Deferred Profits of Future Installments	<b>(14,315,699)</b>		(15,692,429)
	<b>Jun 2013</b>	<b>Dec 2012</b>	
Morabaha	<b>11,872,983</b>	14,827,362	
Ijarah	<b>2,442,716</b>	865,067	
Net Installments Due From Financing	<b>153,956,292</b>		153,438,984
Gross Installments Due From Property Sales	<b>624,127,256</b>		812,876,198
Less: Deferred Profits of Future Installments	<b>(51,807,392)</b>		(72,824,413)
Net Installments Due From Property Sales	<b>572,319,864</b>		740,051,785
Other Trade Related Receivables	<b>43,267,120</b>		8,272,979
Allowance for Impairment	<b>(49,934,024)</b>		(84,434,024)
<b>Total Installments and Dues From Customers</b>	<b>719,609,252</b>		817,329,724

**4. AVAILABLE-FOR-SALE FINANCIAL INVESTMENTS**

	<b>30 Jun 2013</b>	<b>31 Dec 2012</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
Quoted Equity Investments	<b>135,780,224</b>	104,125,023

Note: Quoted equity investments have been valued using Level 1 measurement techniques as per IFRS 7 and there have been no transfers between Level 1 and Level 2 fair value measurements. There are no Level 3 fair value measurements.

**5. PREPAYMENTS AND OTHER RECEIVABLES**

	<b>30 Jun 2013</b>	<b>31 Dec 2012</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
Security Deposit	<b>1,813,380</b>	1,816,580
Advance Payments to Suppliers (Note)*	<b>39,098,235</b>	51,334,064
Pre-payments & Other Receivables	<b>16,515,160</b>	11,014,528
Profits Accrued on Bank Deposits	<b>4,476,829</b>	8,148,178
<b>Total</b>	<b>61,903,604</b>	72,313,350

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
30 JUNE 2013**

**5. PREPAYMENTS AND OTHER RECEIVABLES (Continued)**

• **Note:**

Advance payments to suppliers include an amount of QR 18 Million with respect to acquisition of certain franchises and investments. At 30 June 2013, the legal formalities to complete the acquisition of these franchises and investments are in progress.

**6. AMOUNTS DUE ON CONSTRUCTION CONTRACTS**

During 2010, the Group entered into an arrangement with Qatari Diar Real Estate Co., for undertaking the infrastructure development of the plot areas in the Northern and West Water Front of Lusail area. In accordance with the terms and conditions of the agreement, the Group will utilize the proceeds payable to Qatari Diar against the infrastructure development of the said areas.

	<b>30 Jun 13</b>	<b>31 Dec 12</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
Opening Balance	<b>71,316,062</b>	527,087,055
Released During The Period / Year	<b>(57,667,394)</b>	(455,770,993)
<b>Closing Balance</b>	<b>13,648,668</b>	71,316,062

**7. SHARE CAPITAL**

	<b>30 Jun 2013</b>	<b>31 Dec 2012</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
<b>Authorized, Issued and Fully paid-up</b>		
49,480,200 Ordinary Shares of QR 10 each	<b>494,802,000</b>	494,802,000

**8. DIVIDENDS PAID**

At the annual general meeting held on 26<sup>th</sup> February 2013, the shareholders approved a cash dividend payment of QR 98,960,400 (QR 2 per share) (31 Dec 2011: cash dividend amounting to QR 115,453,800- QR 3.5 per share).

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
30 JUNE 2013**

**9. SEGMENT REPORTING**

Based on the nature of core activities of the business, the Group is segmented into four major operating segments. The major operating segments are given below with their respective revenue and analysis of Assets and Liabilities:

- Financial Leasing
- Transportation
- Property Development
- Taxi Services (including Limousine)

The Group operates geographically in only one segment, being Doha-Qatar.

Segment Revenue and Segment Result:

Details	Revenue		Result	
	6 months ended 30 June 2013	6 months ended 30 June 2012	6 months ended 30 June 2013	6 months ended 30 June 2012
	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)
Financial Leasing	52,097,063	49,498,631	81,858,322	12,145,911
Transportation	31,831,543	38,835,579	(3,463,752)	3,753,034
Property Development	119,025,177	292,565,540	10,841,863	90,966,547
Taxi and Un-allocated	15,499,882	278,636	(12,862,144)	(152,736)
Intercompany	(32,988,305)	(29,236,905)	--	--
<b>Total</b>	<b>185,465,360</b>	<b>351,941,481</b>	<b>76,374,289</b>	<b>106,712,756</b>

Segment Assets and Liabilities:

Details	Assets		Liabilities	
	30 Jun 2013	31 Dec 2012	30 Jun 2013	31 Dec 2012
	QR (Reviewed)	QR (Audited)	QR (Reviewed)	QR (Audited)
Financial leasing	777,058,656	636,587,909	102,013,188	150,522,732
Transportation	17,435,171	26,699,653	3,834,282	6,206,569
Property Development	841,821,666	997,547,886	555,106,932	649,708,679
Taxi and Un-allocated	350,522,020	502,112,509	27,009,751	36,874,159
Inter Company	(297,969,135)	(300,015,339)	(297,969,135)	(300,015,339)
<b>Total</b>	<b>1,688,868,378</b>	<b>1,862,932,618</b>	<b>389,995,018</b>	<b>543,296,800</b>



**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
30 JUNE 2013**

**10. CONTINGENT LIABILITY**

	<b>30 Jun 2013</b>	<b>31 Dec 2012</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
Letter of Guarantees From Islamic Banks	<b>19,680,000</b>	13,730,000
Capital Commitments	<b>22 Million</b>	67 Million

**11. EARNINGS PER SHARE**

	<b>Three months ended</b>		<b>Six months ended</b>	
	<b>30 Jun 2013</b>	<b>30 Jun 2012</b>	<b>30 Jun 2013</b>	<b>30 Jun 2012</b>
	<b>(Reviewed)</b>	<b>(Reviewed)</b>	<b>(Reviewed)</b>	<b>(Reviewed)</b>
	<b>QR</b>	<b>QR</b>	<b>QR</b>	<b>QR</b>
Net Profit For The Period	<b>30,420,220</b>	55,296,100	<b>76,374,289</b>	106,712,756
Weighted Average Number of Shares	<b>49,480,200</b>	40,854,091	<b>49,480,200</b>	40,854,091
Earnings per share	<b>0.61</b>	1.35	<b>1.54</b>	2.61

The weighted average numbers of shares have been calculated as follows:

	<b>Three months ended</b>		<b>Six months ended</b>	
	<b>30 Jun 2013</b>	<b>30 Jun 2012</b>	<b>30 Jun 2013</b>	<b>30 Jun 2012</b>
	<b>(Reviewed)</b>	<b>(Reviewed)</b>	<b>(Reviewed)</b>	<b>(Reviewed)</b>
	<b>QR</b>	<b>QR</b>	<b>QR</b>	<b>QR</b>
Qualifying Shares at The Beginning of The Period	<b>49,480,200</b>	32,986,800	<b>49,480,200</b>	32,986,800
Effect of Rights Issue	--	7,867,291	--	7,867,291
Balance at End of The Period	<b>49,480,200</b>	40,854,091	<b>49,480,200</b>	40,854,091

**12. COMPARATIVE FIGURES**

Certain prior period amounts have been reclassified to conform to the current period's presentation. Such reclassification has not resulted in any changes to previously reported net profit or equity.